

**APPLICATION FOR PERMISSION TO CHANGE POINT OF
DIVERSION, MANNER OF USE AND PLACE OF USE OF THE
PUBLIC WATERS OF THE STATE OF NEVADA
HERETOFORE APPROPRIATED**

Date of filing in State Engineer's Office DEC 30 1997

Returned to applicant for correction

Corrected application filed

Map filed DEC 30 1997

The applicant Mt. Rose Development Company hereby make application for permission to change the Point of Diversion and Place of Use of water heretofore appropriated under a portion of Permit 47127

1. The source of water is Underground Well
2. The amount of water to be changed 0.0438 cfs, or 31.669 AF, annually
3. The water to be used for Quasi-Municipal
4. The water heretofore permitted for Quasi-Municipal
5. The water is to be diverted at the following point SW1/4 SW1/4 Section 19, T17N, R19E, MDM, or at a point from which the South 1/4 corner of said Section 19 bears, S 73°09'07"E., a distance of 2227 feet
6. The existing permitted point of diversion is located within SE1/4 NW1/4 Section 19, T17N, R19E, MDM, or at a point from which the Southwest corner of said Section 19 bears, S 31° 30' W a distance of 3,525 feet
7. Proposed place of use NE1/4, N1/2 SE1/4, NE1/4 SW1/4, Section 19, T17N, R19E, MDM
8. Existing place of use Sections 13, 14, 23, 24, 25 and 26, T17N, R18E, MDM and Sections 7, 8, 17, 18, 19, 20, N1/2 Section 29 and N1/2 Section 30, T17N, R19E, MDM
9. Use will be from January 1 to December 31 of each year.
10. Use was permitted from January 1 to December 31 of each year.
11. Description of proposed works Water well, distribution lines, above-ground storage tank and possible storage pond.
12. Estimated cost of works \$500,000.00
13. Estimated time required to construct works Two Years
14. Estimated time required to complete the application of water to beneficial use Ten Years
15. Remarks: This water will be used for snow making, ski lodge and planned condominiums.

By s/Richard W. Arden Agent
950 Industrial Way
Sparks, Nevada 89431

Compared gkl/cms dl/cms

Protested

63695

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of a portion of the waters of an underground source as heretofore granted under Permit 47127 is issued subject to the terms and conditions imposed in said Permit 47127 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The well must be sealed with cement grout, concrete grout or neat cement from ground level to 100 feet.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

The total combined duty of water under Permits 63695, 63696, 63697 and 63698 shall not exceed 100.0 acre-feet annually.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.0438 cubic feet per second, but not to exceed 31.669 acre-feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

January 4, 2000

Proof of completion of work shall be filed before:

February 4, 2000

Application of water to beneficial use shall be filed on or before:

January 4, 2001

Proof of the application of water to beneficial use shall be filed on or before:

February 4, 2001

Map in support of proof of beneficial use shall be filed on or before:

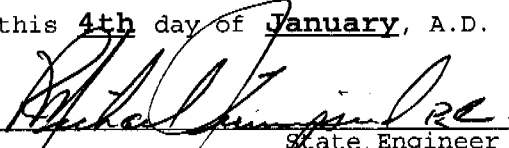
N/A

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.,

State Engineer of Nevada, have hereunto set

my hand and the seal of my office,

this 4th day of January, A.D. 1999


State Engineer

Completion of work filed OCT 2 2000

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

Abrogated By: 67917 0.0438